

Message Text

SECRET

PAGE 01 GENEVA 05179 01 OF 06 040745Z

11
ACTION IO-03

INFO OCT-01 SS-14 ISO-00 NSC-05 NSCE-00 SP-02 L-01 INR-05

EB-03 CIAE-00 OMB-01 AF-04 ARA-06 EA-06 EUR-08 NEA-07

/066 W

----- 056573

R 031715Z JUL 75
FM USMISSION GENEVA
TO SECSTATE WASHDC 4312
INFO USMISSION USUN NEW YORK

S E C R E T SECTION 1 OF 6 GENEVA 5179

LIMDIS

EO 11652: GDS
TAGS: ECOSOC, UN, EGEN
SUBJECT: 59TH ECOSOC: SEVENTH SPECIAL SESSION: FIRST DRAFT NON-
ALIGNED POSITION PAPER

FROM AMBASSADOR FERGUSON AND MINISTER KITCHEN

1. THERE FOLLOWS IN SUCCEEDING PARAGRAPHS THE FIRST DRAFT
OF THE NON-ALIGNED POSITION PAPER FOR THE SEVENTH SPECIAL
SESSION. SPECIAL CAUTION: IN LIGHT OF THE CIRCUMSTANCES
AND MANNER OF ACQUISITION, WOULD URGE ADDRESSEES NOT TO
REVEAL TO FORNS FACT THAT US HAS THIS PAPER. BEGIN TEXT:

DRAFT PREAMBLE RESTRICTED

2. THE PROBLEM OF DEVELOPMENT IS THE CENTRAL PROBLEM OF
HUMANITY TODAY. ECONOMIC AND SOCIAL INEQUALITIES, BEQUEATHED
BY HISTORY AND ACCENTUATED BY NEGLECT, HAVE REACHED A CRITICAL
POINT, THREATENING THE VERY FABRIC OF GLOBAL PEACE AND
SECURITY. A VAST MAJORITY OF MANKIND IS DEPRIVED OF THE
MINIMAL MEANS TO ENABLE IT A LIFE WORTHY OF HUMAN DIGNITY,
WHILE A MINORITY INDULGES IN OVER CONSUMPTION OF FINITE
GLOBAL RESOURCES, MANY OF WHICH OBTAINED FROM OUTSIDE

SECRET

SECRET

PAGE 02 GENEVA 05179 01 OF 06 040745Z

ITS NATIONAL BORDERS. TO THESE CENTRES OF POWER AND

AFFLUENCE, NEGATIVE IMPULSES OF DEPRESSION, DISCONTENT AND DISORDER ARE BEING TRANSMITTED BY A VAST PERIPHERY IN THE GRIP OF DISTRESS AND DEPRIVATION.

3. THE CHOICE BEFORE THE COMMUNITY OF NATIONS IS EITHER TO HAVE A PEACEFUL AND ORDERLY TRANSITION FROM THE STATUS QUO TO A MORE EQUITABLE SOCIO-ECONOMIC ORDER, OR TO FACE THE CONSEQUENCES OF UPREDICTABLE UPHEAVAL. IT IS NEITHER IN THE INTEREST OF THE RICH, NOR OF THE POOR TO ALLOW SUCH GLARING AND INHUMAN DISPARITIES TO PERSIST. IT IS IN THE COMMON INTEREST OF THE ENTIRE INTERNATIONAL COMMUNITY THAT A CONCERTED AND SYSTEMATIC ATTACK BE MADE ON PROBLEMS WHICH PLAGUE HUMANITY AND A NEW INTERNATIONAL ECONOMIC EQUILIBRIUM ESTABLISHED, THROUGH A GLOBAL COMPACT, TO ENCOURAGE SPEEDY UPLIFT AND DEVELOPMENT OF THOSE WHO HAVE BEEN VICTIMS OF AN UNJUST CONFIGURATION OF HISTORICAL EVENTS.

4. THAT STATUS QUO NEEDS DRASTIC TRANSFORMATION HAS BEEN HIGHLIGHTED BY RECENT EVENTS AND IS ADMITTED BY ALL; SO ALSO THE IMPERATIVE FOR STATES TO TAKE DELIBERATE AND POSITIVE MEASURES WHICH TRANSCEND NARROW OR SHORT-TERM NATIONAL INTERESTS. THESE BASIS PREMISES ARE SELF-EVIDENT; NO LONGER A MATTER OF DISCUSSION OR DISPUTE BETWEEN NATIONS.

5. ESTABLISHMENT OF A NEW INTERNATIONAL ECONOMIC ORDER IS A CONSCIOUSNESS AT GLOBAL PLANE OF THE FOLLOWING FUNDAMENTAL PRINCIPLES. FIRST, IN A WORLD OF INTER-DEPENDENCE, GROWTH OR DECLINE OF ONE NATION OR GROUP OF NATIONS CAN HAVE IMMEDIATE AND DIRECT CONSEQUENCES ON THE FATE OF OTHER NATIONS OR GROUPS OF NATIONS. SECONDLY, INTER-DEPENDENCE SHOULD INEVITABLY LEAD TO COLLECTIVE RESPONSIBILITY, FOR THEN ONLY GLOBAL STRUCTURES WHICH PERPETUATE INEQUALITY AND BREED GERMS OF UPHEAVAL CAN BE CHANGED. THIRDLY, DECISION- MAKING ON THE PATTERN AND DETAILS OF CHANGES TO BE BROUGHT ABOUT MUST BE INSPIRED BY THE IMMUTABLE PRINCIPLE OF INTERNATIONAL DEMOCRATIZATION, WHEREBY ALL STATES, BIG OR SMALL, WEAK OR STRONG ARE EQUAL. FOURTHLY, LIKE THE DEVELOPMENT AND WELFARE OF ONE NATION CANNOT BE ENTIRELY SEPARATEED FROM THE DEVELOPMENT AND WELFARE OF THE OTHER, SO ALSO ALL CONCEIVABLE NATIONAL AND

SECRET

SECRET

PAGE 03 GENEVA 05179 01 OF 06 040745Z

GLOBAL ENDEAVOURS FOR DEVELOPMENT ARE INTER-DEPENDENT.

6. IT IS AXIOMATIC THAT WHILE THE MAIN BURDEN OF RESPONSIBILITY FOR NATIONAL DEVELOPMENT IS THAT OF RESPECTIVE GOVERNMENTS, THE RESPOUNSIBILITY FOR CHANGES IN GLOBAL STRUCTURES MAINLY RESTS WITH THOSE WHO CONTROL AN OVERWHELMING PERCENTAGE OF INTERNATIONAL TRADE, INVESTMENT, INDUSTRY AND TECHNOLOGY. BRIEFLY PUT, WHAT DEVELOPING

COUNTRIES WANT IS NOT A REDISTRIBUTION OF EXSITING WEALTH, BUT THEIR DUE SHARE IN THE FUTURE GROWTH OF THE WORLD ECONOMY. THEREFORE, INSTITUTIONS AND STRUCTURES WHICH PERPETUATE OR AGGRAVATE THE PRESENT INJUSTICE AND IN-EQUALITY MUST BE DISMANTLED OR DRASTICALLY TRANSFORMED AND NEW ONES CREATED, AS EMBODIED IN THE PRINCIPLES AND SPIRIT OF A NEW INTERNATIONAL ECONOMIC ORDER AND THE CHARTER OF ECONOMIC RIGHTS AND DUTIES OF STATES.

7. COGNIZANT OF SUCH PRINCIPLES AND CONSCIOUS OF THEIR COLLECTIVE RESPONSIBILITY, STATES, MEMBERS OF THE UNITED NATIONS, MEETING AT THE VII SPECIAL SESSION OF THE U.N. GENERAL ASSEMBLY, DEVOTED TO DEVELOPMENT AND INTERNATIONAL ECONOMIC COOPERATION, HEREBY AGREE ON THE FOLLOWING GOALS, TO BE ACHIEVED IN THE SECTORS DETAILED BELOW, THROUGH THE UNITED NATIONS, ITS SPECIALISED AGENCIES, OTHER INTERNATIONAL ORGANIZATIONS OR FORA FOR MULTILATERAL DISCUSSION AND DECISION. TIME FRAMES HAVE BEEN INDICATED FOR CHANGES IN NATIONAL POLICIES, REQUIRED IN THE INTEREST OF THE DEVELOPMENT OF THE ENTIRE MANKIND, AND REVIEW WILL BE MADE OF THE PROGRESS ACHIEVED IN THE ECOSOC AND THE GENERAL ASSEMBLY.

8. PRODUCING DEVELOPING COUNTRIES MUST GET A HIGHER, REAL AND PRO-PORTIONATE, SHARE OF THE FINAL CONSUMER PRICE FOR THEIR PRIMARY COMMODITIES. SUCH A PROGRAMME SHOULD

(I) ESTABLISH INTERNATIONAL STOCKING AND MARKET INTERVENTION ARRANGEMENTS TO SUPPORT PRICES AT REMUNERATIVE AND JUST LEVELS FOR COMMODITIES OF EXPORT INTEREST TO DEVELOPING COUNTRIES;
(II) CREATE A SPECIAL INTERNATIONAL FUND FOR FINANCING OF STOCKING AND MARKET INTERVENTION ARRANGEMENTS;
(III) ESTABLISH A SYSTEM OF MULTILATERAL COMMITMENTS ON IMPORTS AND EXPORTS TO ASSURE RATIONAL GROWTH OF GLOBAL TRADE IN CONDITIONS OF STABILITY;

SECRET

SECRET

PAGE 04 GENEVA 05179 01 OF 06 040745Z

(IV) SUBSTANTIALLY IMPROVE FACILITIES FOR COMPENSATORY FINANCING OF EXPORTS REVENUS FLUCTUATIONS THROUGH WIDENING AND ENLARGING OF THE EXISTING FACILITIES;
(V) PROMOTE DIVERSIFICATION OF EXPORTS OF DEVELOPING COUNTRIES.

9. WITHIN AN INTEGRATED PROGRAMME FOR COMMODITIES, INDEXATION IS A MECHANISM WHICH CAN BE APPLIED TO IMPROVE THE TERMS OF TRADE AND DEVELOPING COUNTRIES, TO INSULATE THEM FROM THE CORRODING EFFECTS OF INFLATION IN DEVELOPED COUNTRIES, AND ULTIMATELY, TO CONTRIBUTE TO NARROW THE GAP BETWEEN THE RICH AND THE POOR COUNTRIES. TO THIS END, A NUMBER OF OPTIONS FOR INDEXATION ARE OPEN TO THE INTERNATIONAL COMMUNITY, WHICH NEED TO BE FURTHER STUDIED AND EXPLORED ON A PRIORITY BASIS. THESE INCLUDE, INTER ALIA, A MEANS TO LINK THE PRICES OF EXPORTS OF DEVELOPING COUNTRIES TO THE RATE OF INTERNATIONAL INFLATION; AND MORE GENERALLY,

A CORRELATION BETWEEN THE PRICE INDEX OF A "COMMODITY BASKET" OF
EXPORTS

SECRET

NNN

SECRET

PAGE 01 GENEVA 05179 02 OF 06 040828Z

10

ACTION IO-03

INFO OCT-01 SS-14 ISO-00 NSC-05 NSCE-00 SP-02 L-01 INR-05

CIAE-00 EB-03 OMB-01 AF-04 ARA-06 EA-06 EUR-08 NEA-07

/066 W

----- 056978

R 031715Z JUL 75

FM USMISSION GENEVA

TO SECSTATE WASHDC 4313

INFO USMISSION USUN NEW YORK

S E C R E T SECTION 2 OF 6 GENEVA 5179

LIMDIS

INTERNATIONAL TRADE

10. AGREEMENT COULD BE REACHED NOT LATER THAN THE 4TH SESSION OF
UNCTAD ON THE IMPLEMENTATION OF A COMPREHENSIVE PROGRAMME FOR
COMMODITIES WHICH, EXCLUDING HYDRO-CARBONS, CONSTITUTE ABOUT
4/5TH OF THE TOTAL EXPORT EARNINGS OF THE DEVELOPING
COUNTRIES. PRODUCING DEVELOPING COUNTRIES MUST GET A HIGHER,
REAL AND PROPORTIONATE, SHARE OF THE FINAL CONSUMER PRICE FOR THEIR
PRIMARY COMMODITIES. SUCH A PROGRAMME SHOULD

- (I) ESTABLISH INTERNATIONAL STOCKING AND MARKET INTERVENTION
ARRANGEMENTS TO SUPPORT PRICES AT REMUNERATIVE AND JUST LEVELS
FOR COMMODITIES OF EXPORT INTEREST TO DEVELOPING COUNTRIES;
- (II) CREATA A SPECIAL INTERNATIONAL FUND FOR FINANCING OF STOCKING
AND MARKET INTERVENTION ARRANGEMENTS;
- (III) ESTABLISH A SYSTEM OF MULTILATERAL COMMITMENTS ON IMPORTS
AND EXPORTS TO ASSURE RATIONAL GROWTH OF GLOBAL TRADE IN
CONDITIONS OF STABILITY;
- (IV) SUBSTANTIALLY IMPROVE FACILITIES FOR COMPENSATORY FINANCING
OF EXPORTS REVENUE FLUCTUATIONS THROUGH WIDENING AND ENLARGING
OF THE EXISTING FACILITIES;
- (V) PROMOTE DIVERSIFICATION OF EXPORTS OF DEVELOPING COUNTRIES.

11. WITHIN AN INTEGRATED PROGRAMME FOR COMMODITIES, INDEXATION IS A
SECRET

SECRET

PAGE 02 GENEVA 05179 02 OF 06 040828Z

MECHANISM WHICH CAN BE APPLIED TO IMPROVE THE TERMS OF TRADE OF DEVELOPING COUNTRIES., TO INSULATE THEM FROM THE CORRODING EFFECTS OF INFLATION IN DEVELOPED COUNTRIES, AND, AND ULTIMATELY, TO CONTRIBUTE TO NARROW THE GAP BETWEEN THE RICH AND THE POOR COUNTRIES. TO THIS END, A NUMBER OF OPTIONS FOR INDEXATION ARE OPEN TO THE INTERNATIONAL COMMUNITY, WHICH NEED TO BE FURTHER STUDIED AND EXPLORED ON A PRIORITY BASIS. THESE INCLUDE, INTER ALIA, A MEANS TO LINK THE PRICE OF A RAW MATERIAL TO THE SPECIFIC FINAL PRODUCTION; AN INDEX TO TIE THE PRICES OF EXPORTS OF DEVELOPING COUNTRIES TO THE RATE OF INTERNATIONAL INFLATION; AND MORE GENERALLY, A CORRELATION BETWEEN THE PRICE INDEX OF A "COMMODITY BASKET OF EXPORTS OF DEVELOPING COUNTRIES AND THE PRICE INDEX OF A "MANUFACTURES AND CAPITAL GOODS BASKET" IMPORTED BY THEM, WITH A VIEW TO BRING ABOUT A JUST AND EQUITABLE RELATIONSHIP BETWEEN THOSE TWO PRICE INDICES THEREBY PROTECTING THE PURCHASING POWER OF THE DEVELOPING COUNTRIES' EXPORT EARNINGS.

12. TO THIS END, THE SECRETARY GENERAL OF UNCTAD SHOULD PREPARE A LIST OF CONTENTS OF THESE "BASKETS" AS WELL AS PROPOSE THE BASE YEAR FOR THE INDEX, IN ORDER TO ALLOW PRODUCERS ASSOCIATIONS, PRODUCER-CONSUMER COMMODITY AGREEMENTS, AND, IN GENERAL, REGULATORY MECHANISM OF THE MARKET, TO INCLUDE INDEXATION CLAUSES OR PROVISIONS IN SUCH AGREEMENTS OF MECHANISMS. FURTHER, UNCTAD SHOULD CONTINUE TO STUDY THE FEASIBILITY OF OTHER TYPES OF DIRECT AND INDIRECT INDEXATION SCHEMES WITH A VIEW TO MAKE CONCRETE PROPOSALS BEFORE UNCTAD IV.

13. DEVELOPED COUNTRIES WILL TAKE IMMEDIATE MEASURES IN THE FIELD OF INTERNATIONAL TRADE TO GREATLY ACCELERATE THE GROWTH AND DIVERSIFICATION OF THE EXPORT TRADE TO DEVELOPING COUNTRIES IN MANUFACTURE AND

SEMI-MANUFACTURERS, AND PROCESSED AND SEMI-PROCESSED PRODUCTS, TO ENABLE THEM TO MEET THEIR NEEDS OF DEVELOPMENT AND TO FACILITATE AN INCREASE IN THEIR SHARE IN WORLD INDUSTRIAL OUTPUT AND WORLD TRADE IN THESE PRODUCTS.

14. G.S.P. SCHEMES SHOULD BE IMPROVED AND ENLARGED SO AS TO INCLUDE ALL AGRICULTURAL AND INDUSTRIAL PRODUCTS OF EXPORT INTEREST TO THE DEVELOPING COUNTRIES AT ZERO RATES OF DUTY AND WITHOUT QUOTAS AND CEILINGS OR ANY OTHER NON-TARIFF RESTRICTIONS. THE RULES OF THE GSP SHOULD BE SIMPLIFIED AND HARMONISED AND BUILT-IN MECHANISM
SECRET

SECRET

PAGE 03 GENEVA 05179 02 OF 06 040828Z

EVOLVED TO ENSURE ITS DURABILITY, SO THAT DEVELOPING COUNTRIES CAN PLAN THEIR EXPORTS WITH A VIEW TO DERIVING MAXIMUM ADVANTAGE FROM THE APPLICATION OF THE SCHEME. THE GSP AS A LEGITIMATE INSTRUMENT OF DEVELOPMENT OF ALL DEVELOPING COUNTRIES SHOULD BE RECOGNIZED AS A PERMANENT FEATURE OF THE INTERNATIONAL TRADING SYSTEM AND SHOULD BE APPLIED IN A NON DISCRIMINATORY MANNER TO ALL DEVELOPING COUNTRIES.

15. DEVELOPED COUNTRIES WILL ADHERE TO THE PRINCIPLE OF STAND-STILL AND ANY DEPARTURE WILL BE MADE THE SUBJECT OF INTERNATIONAL SURVEILLANCE AND COMPENSATION.

16. DEVELOPED COUNTRIES SHOULD TAKE IMMEDIATE STEPS FOR THE REMOVAL OF TARIFF AND NON-TARIFF BARRIERS AFFECTING THE EXPORTS OF MANUFACTURERS AND SEMI-MANUFACTURERS, PROCESSED AND SEMI-PROCESSED PRIMARY PRODUCTS NOT INCLUDED IN THE GENERALISED SCHEMES OF PREFERENCES, AS WELL AS THE EXPORT OF AGRICULTURAL AND OTHER PRODUCTS OF EXPORT INTEREST TO DEVELOPING COUNTRIES, SUCH REMOVAL TO BE ON A PREFERENTIAL AND NON-RECIPROCAL BASIS FOR DEVELOPING COUNTRIES.

17. IN SUPPORT OF THE EFFORTS OF DEVELOPING COUNTRIES FOR ESTABLISHING EXPORT-ORIENTED INDUSTRIES AND INTRODUCING APPROPRIATE EXPORT POLICIES FOR MANUFACTURERS, DEVELOPED COUNTRIES SHOULD RECOGNIZE AND ACCEPT THE NEED OF DEVELOPING COUNTRIES TO USE EXPORT INCENTIVES AS A DEVICE TO IMPROVE THE COMPETITIVENESS OF THEIR PRODUCTS IN VIEW OF THE NASCENT STAGE OF THEIR DEVELOPMENT. IN RECOGNITION OF THE ABOVE, THE DEVELOPED COUNTRIES WILL REFRAIN FROM TAKING ANY ACTION AGAINST THE DEVELOPING COUNTRIES WHERE SUBSIDIZATION OF EXPORTS OF MANUFACTURES IS INVOLVED.

18. IN THE LIGHT OF THE WORK DONE ON THE IDENTIFICATION OF RESTRICTIVE BUSINESS PRACTICES, EFFORTS SHOULD BE INTENSIFIED AT THE NATIONAL AND INTERNATIONAL LEVELS IN ORDER TO ELIMINATE SUCH PRACTICES AND TO EVOLVE EQUITABLE GUIDELINES FOR CONSULTATIONS WITH THE OBJECTIVE OF NEGOTIATING A CODE OF CONDUCT WHICH WOULD PERMIT SURVEILLANCE AND DISCIPLINE THE BEHAVIOUR OF TRANSNATIONAL CORPORATIONS ON THEIR PRODUCTION, MARKETING AND PRICING POLICIES, AND ON AREAS WHERE THEIR ACTIVITY OR THEIR DOMINANT ROLE ADVERSELY AFFECTS THE EXPORT EFFORTS OF THE DEVELOPING COUNTRIES.

19. IN THE MULTILATERAL TRADE NEGOTIATIONS, PRIORITY WILL BE GIVEN TO
SECRET

SECRET

PAGE 04 GENEVA 05179 02 OF 06 040828Z

THE ELIMINATION OF BARRIERS TO THE EXPORTS OF DEVELOPING COUNTRIES, IMPROVEMENTS IN THE GSP, AND SPECIAL AND PREFERENTIAL TREATMENT FOR THE DIFFERENT AREAS OF INTEREST TO DEVELOPING COUNTRIES SO THAT THEIR FOREIGN EXCHANGE AND TERMS OF TRADE CAN IMPROVE SUBSTANTIALLY. THE PROGRESS AND OUTCOME OF THE NEGOTIATIONS WILL BE REVIEWED PERIODICALLY AND ALSO AT THE FOURTH SESSION OF UNCTAD.

THE MTN'S SHOULD AIM AT AN EARLY CONCLUSION, AND MECHANISMS BE SET UP TO ENSURE THAT MEASURES TO BE TAKEN WOULD HAVE AS A NET RESULT ADDITIONAL BENEFITS FOR THE INTERNATIONAL TRADE OF DEVELOPING COUNTRIES.

20. SPECIAL MEASURES WILL BE UNDERTAKEN BY DEVELOPED COUNTRIES AND DEVELOPING IN A POSITION TO DO SO TO ASSIST STRUCTURAL CHANGES IN THE ECONOMICS OF THE 1 AND -LOCKED, ISLAND DEVELOPING AND LEAST-DEVELOPED COUNTRIES WITH A VIEW TO AUGMENT AND DIVERSIFY THEIR INDUSTRIAL AND EXPORT POTENTIAL. SIMILARLY, SPECIAL MEASURES WILL BE UNDERTAKEN TO MEET THE SPECIFIC PROBLEMS OF THE MOST SERIOUSLY AFFECTED COUNTRIES AS DEFINED IN GENERAL ASSEMBLY RESOLUTIONS 3201(S-;8) AND 3202(S-VI)

THROUGH EXTRA-COMPENSATORY DEVICES TO MEET THEIR BALANCE OF PAYMENTS PROBLEMS, WITHOUT LOSING SIGHT OF THE INTEREST OF THE DEVELOPING COUNTRIES.

SECRET

NNN

SECRET

PAGE 01 GENEVA 05179 03 OF 06 040855Z

10

ACTION IO-03

INFO OCT-01 SS-14 ISO-00 NSC-05 NSCE-00 SP-02 L-01 INR-05

CIAE-00 EB-03 OMB-01 AF-04 ARA-06 EA-06 EUR-08 NEA-07

/066 W

----- 057190

R 031715Z JUL 75

FM USMISSION GENEVA

TO SECSTATE WASHDC 4314

INFO USMISSION USUN NEW YORK

S E C R E T SECTION 3 OF 6 GENEVA 5179

LIMDIS

II- TRANSFER OF REAL RESOURCES FOR FINANCING THE DEVELOPMENT OF DEVELOPING COUNTRIES AND INTERNATIONAL MONETARY REFORMS.
A.

21. CONCESSIONAL FINANCIAL RESOURCES TO DEVELOPING COUNTRIES NEED TO BE INCREASED SUBSTANTIALLY, THEIR TERMS AND CONDITIONS AMELIORATED AND THEIR FLOW MADE MORE AUTOMATIC.

DEVELOPING COUNTRIES MUST, AND DO, BEAR THE MAIN RESPONSIBILITY FOR FINANCING THEIR DEVELOPMENT, AND FOR THIS PURPOSE, WILL CONTINUE THEIR EFFORTS TO APPLY SOUND FISCAL AND MONETARY POLICIES AND, AS REQUIRED, REMOVE INSTITUTIONAL OBSTACLES THROUGH THE ADOPTION OF APPROPRIATE LEGISLATIVE AND ADMINISTRATIVE MEASURES.

22. DEVELOPED COUNTRIES SHOULD UNDERTAKE EFFECTIVE MEASURES IN ORDER TO IMPLEMENT AT AN ACCELERATED PACE THE COMMITMENT TO TRANSFER TO DEVELOPING COUNTRIES FINANCIAL RESOURCES OF A MINIMUM NET AMOUNT OF 1 PERCENT OF GNP BEFORE THE END OF THE DECADE, TAKING FULLY INTO ACCOUNT ALL REVERSE FLOWS INCLUDING INTEREST PAYMENTS, AMORTIZATION AND PROFIT REMITTANCES. THE ODA TARGET ON A MINIMUM OF 0.7 PERCENT OF GNP NET OF ALL REVERSE FLOWS ON ACCOUNT OF INTEREST AND AMORTIZATION SHOULD BE ACHIEVED BY ALL ECONOMICALLY ADVANCED COUNTRIES
SECRET

SECRET

PAGE 02 GENEVA 05179 03 OF 06 040855Z

BY 1978.

23. FOR TRANSFER OF RESOURCES TO BE REAL, DEVELOPED COUNTRIES WILL ENSURE THAT AT NO POINT EITHER THE REAL VALUE OF THE ODA IS ALLOWED TO DETERIORATE, OR THAT IN THE OVERALL RELATIONSHIP WITH A DEVELOPING COUNTRY, THERE IS A REVERSE TRANSFER OF RESOURCES.

24. AUTOMATIC MECHANISMS FOR THE TRANSFER OF REAL RESOURCES SHOULD BE STUDIED, EXAMINED AND IMPLEMENTED THROUGH AGREEMENTS ON ESTABLISHMENT OF A LINK BETWEEN THE SDR AND THE DEVELOPMENT ASSISTANCE, ROYALTIES FROM OCEAN-BED MINING, ESTABLISHMENT OF A TRUST FUND BY THE IMF, TAX ON USE OF NON-RENEWABLE RESOURCES, REIMBURSEMENT TO DEVELOPING COUNTRIES BY DEVELOPED COUNTRIES OF IMPORT DUTIES ON GOODS ORIGINATING IN THE FORMER, ETC. THE DEVELOPMENT COMMITTEE OF THE IBRD/IMF SHOULD BE CHARGED TO EXAMINE SPECIFIC MEASURES ON THESE, AND ANY OTHER PROPOSALS SUCH AS "THIRD WINDOW" FOR ADOPTION AT THE ANNUAL MEETING OF THE IMF/IBRD IN SEPTEMBER 1976.

25. DEVELOPING COUNTRIES AND INTERNATIONAL ORGANIZATIONS WILL ENHANCE THE REAL VALUE OF ASSISTANCE TO DEVELOPING COUNTRIES, ENSURING THAT DEVELOPING COUNTRIES SHARE GROWINGLY IN THE BENEFITS OF PROCUREMENT OF EQUIPMENT, CONSULTANTS AND CONSULTANCY SERVICES.

26. DEVELOPED COUNTRIES WILL PROVIDE INCENTIVES FOR INVESTMENT OF PRIVATE CAPITAL IN DEVELOPED COUNTRIES, AS ALSO TO ENSURE THAT SUCH INVESTMENT, WHETHER BY TRANSNATIONAL CORPORATIONS OR OTHERS, IS IN CONFORMITY WITH DEVELOPMENTAL OBJECTIVES, AND LAWS AND REGULATIONS OF THE HOST DEVELOPING COUNTRIES. DEVELOPED COUNTRIES WOULD ALSO ENSURE THAT SUCH

INVESTMENT DOES NOT PUT UNDUE BURDEN ON DEVELOPING COUNTRIES
BY WAY OF REMISSION OF PROFITS, REPATRIATION OF CAPITAL, ETC.

27. THE BURDEN OF DEBT ON DEVELOPING COUNTRIES IS
INCREASING TO A POINT WHERE THEIR EXPORT CAPACITY AS WELL
AS RESERVES HAVE COME UNDER SERIOUS STRAIN. THE IBRD WILL
CONVENE A CONFERENCE OF MAJOR DONOR AND CREDITOR COUNTRIES
IN 1976 TO DEVISE WAYS AND MEANS OF MITIGATING THIS
BURDEN, WITH SPECIAL ATTENTION TO THE PLIGHT OF THE MOST-
SECRET

SECRET

PAGE 03 GENEVA 05179 03 OF 06 040855Z

SERIOUSLY-AFFECTED-COUNTRIES.

28. DEVELOPED COUNTRIES WILL TAKE AND IMPLEMENT MEASURES
AIMED AT THE FURTHER SOFTENING OF THE TERMS AND CONDITIONS OF
THEIR ASSISTANCE TO DEVELOPING COUNTRIES. IN THE LIGHT OF
THE RELEVANT DECISIONS OF UNCTAD, FINANCIAL ASSISTANCE WILL
BE UNTIED. DEVELOPED COUNTRIES WILL PROVIDE AN
INCREASED FLOW OF AID, BOTH BILATERALLY AND MULTILATERALLY,
ON A LONG-TERM AND CONTINUING BASIS AND BY SIMPLIFYING
THE PROCEDURE OF THE GRANTING AND EFFECTIVE AND EXPEDITIOUS
DISBURSEMENT OF AID.

29. ALL DEVELOPING COUNTRIES SHOULD BE GRANTED AN INCREASED
ACCESS ON FAVOURABLE TERMS TO THE CAPITAL MARKETS OF
DEVELOPED COUNTRIES. TO THIS END, THE FOLLOWING MEASURES,
INTER ALIA, SHOULD BE EXAMINED:

(A) PROVISION OF GUARANTEES BY GOVERNMENTS OF
DEVELOPED COUNTRIES OR MULTILATERAL LENDING
INSTITUTIONS TO DEBT INSTRUMENTS ISSUED BY
DEVELOPING COUNTRIES;

(B) ESTABLISHMENT OF AN INTEREST SUBSIDY FUND TO
FINANCE THE DIFFERENCE BETWEEN INTEREST RATES
PREVAILING IN THE CAPITAL MARKETS AND THOSE RATES
THAT ARE CONSIDERED CONSISTENT WITH THE LONG-TERM
DEBT SERVICING CAPACITY OF EACH DEVELOPING
COUNTRY.

30. ALL DEVELOPED COUNTRIES, AND THOSE DEVELOPING COUNTRIES
IN A POSITION TO DO SO, WILL TAKE STEPS TO CONTRIBUTE TO THE
UNITED NATIONS SPECIAL FUND, SO THAT IT CAN DRAW UP A PROGRAMME
OF LENDING WITH EFFECT FROM 1 JANUARY 1976.

31. DEVELOPED COUNTRIES WILL IMPROVE TERMS AND CONDITIONS
OF THEIR ASSISTANCE WITH A QUASI-TOTALITY OF GRANT ELEMENT
FOR THE MOST-SERIOUSLY-AFFECTED (AS DEFINED IN U.S. RESOLUTIONS
NOS. 3201 (S-VI) AND 3202(S-VI), LEAST-DEVELOPED, LAND-LOCKED,
AND ISLAND DEVELOPING COUNTRIES. ADDITIONAL COMPENSATORY
FINANCING, AS DISTINCT FROM TRADITIONAL DEVELOPMENT
FINANCING, SHOULD BE UNDERTAKEN TO ENABLE MOST-SERIOUSLY-

AFFECTED-COUNTRIES TO TIDE OVER THEIR SHORT-TERM BALANCE OF
PAYMENTS PROBLEM, WHICH WOULD INCLUDE MEASURES LIKE MORATORIUM
SECRET

SECRET

PAGE 04 GENEVA 05179 03 OF 06 040855Z

ON OR RE-SCHEDULING OF DEBT REPAYMENTS.

32. NATIONAL RESERVE CURRENCIES WILL BE GRADUALLY PHASED OUT
AND REPLACED BY THE CREATION OF A TRULY INTERNATIONAL CURRENCY,
LIKE THE SDR'S, SO THAT NO COUNTRY CAN INFLUENCE INTERNATIONAL
MONETARY SITUATION THROUGH EXPORT OF ITS DEFICITS OR ANY OTHER
MONETARY MEASURES TAKEN UNDER DOMESTIC COMPLUSIONS.

SECRET

NNN

SECRET

PAGE 01 GENEVA 05179 04 OF 06 040919Z

10
ACTION IO-03

INFO OCT-01 SS-14 ISO-00 NSC-05 NSCE-00 SP-02 L-01 INR-05

CIAE-00 EB-03 OMB-01 AF-04 ARA-06 EA-06 EUR-08 NEA-07

/066 W

----- 057446

R 031715Z JUL 75
FM USMISSION GENEVA
TO SECSTATE WASHDC 4315
INFO USMISSION USUN NEW YORK

S E C R E T SECTION 4 OF 6 GENEVA 5179

LIMDIS

33. MEASURES WILL BE TAKEN TO MAINTAIN THE REAL VALUE OF THE
CURRENCY RESERVES OF THE DEVELOPING COUNTRIES BY PREVENTING
THEIR EROSION DUE TO INFLATION OF PRICES AND EXCHANGE RATE
DEPRECIATION OF RESERVE CURRENCIES; MECHANISM FOR COMPENSATION
TO THE DEVELOPING COUNTRIES WHERE SUCH LOSSES ARE INCURRED,
SHOULD BE DEVELOPED.

34. AMENDMENTS TO THE ARTICLES OF THE INTERNATIONAL MONETARY

FUND WILL OBLIGE EACH MEMBER TO UNDERTAKE TO COLLABORATE WITH THE FUND AND WITH OTHER MEMBERS REGARDING ITS POLICY WITH RESPECT TO GOLD, AND ANY ACTION, BY ANY MEMBER OR ARRANGEMENTS AMONG MEMBERS WITH RESPECT TO GOLD SHOULD BE CONSISTENT WITH THE ARTICLES OF AGREEMENT AND THE POLICIES DESIGNED TO ENSURE THE GRADUAL REDUCTION OF THE ROLE OF GOLD IN THE INTERNATIONAL MONETARY SYSTEM. BUT NO ARRANGEMENT WITH REGARD TO GOLD WILL BE UNDERTAKEN THAT IS NOT DESIGNED TO RAISE SUBSTANTIALLY THE FLOW OF FINANCIAL RESOURCES TO DEVELOPING COUNTRIES, WITHOUT IMPOSING A LOSS ON ANY INDIVIDUAL DEVELOPING COUNTRY.

35. THE SIXTH GENERAL REVIEW OF THE QUOTAS OF THE IMF SHOULD BE FINALIZED, PROVIDING FOR DOUBLING THE AGGREGATE SHARE OF THE MAJOR OIL EXPORTING COUNTRIES, AND MAINTAINING THE PRESENT AGGREGATE SHARE OF THE OTHER DEVELOPING COUNTRIES. ARTICLES

SECRET

SECRET

PAGE 02 GENEVA 05179 04 OF 06 040919Z

OF THE FUND SHOULD BE AMENDED TO PROVIDE FLEXIBILITY IN THE IN THE MEANS OF PAYMENT FOR QUOTAS. THE PRESENT REPRESENTATION OF DEVELOPING COUNTRIES IN THE DECISION-MAKING BODIES OF THE IBRD AND THE IMF WILL BE SUBSTANTIALLY IMPROVED AND THE BROAD GEOGRAPHICAL REPRESENTATION OF DEVELOPING COUNTRIES WILL NOT BE ADVERSELY AFFECTED.

36. FLOATING OF CURRENCIES SHOULD NOT BE LEGALISED, EXCEPT IN PARTICULAR CIRCUMSTANCES, SUBJECT TO CONDITION WHICH SHOULD TAKE INTO ACCOUNT ALL THE CHARACTERISTICS OF COUNTRIES, AND TO PREVENT UNDUE INSTABILITY IN THE VALUE OF MAJOR TRADING CURRENCIES, IN THE PERIOD WHEN THE SDR'S HAVE NOT ATTAINED THE STATUS OF THE GLOBAL TRADING CURRENCY. THE WORLD SHOULD RETURN TO A SYSTEM OF PAR VALUES, WITH PROVISIONS FOR ESTABLISHMENT OF CENTRAL RATES, ALTHOUGH THE IMF WILL BE EMPOWERED TO AUTHORIZE INDIVIDUAL CURRENCIES TO FLOAT IN PARTICULAR CIRCUMSTANCES.

37. THE IMF COMPENSATORY FINANCING FACILITY WILL BE LIBERALISED SO AS TO

(I) EXPAND THE COVERAGE OF CURRENT ACCOUNT TRANSACTIONS TO INCLUDE SERVICES;

(II) ENSURE THAT, WHEREEVER POSSIBLE, COMPENSATION FOR EXPORT SHORT-FALLS TAKES PLACE IN ANTICIPATION OF ITS OCCURRENCE;

(III) TAKE INTO ACCOUNT MOVEMENTS IN IMPORT PRICES; AND

(IV) LENGTHEN THE REPAYMENT PERIOD.

38. DRAWING UNDER THE BUFFER STOCK FINANCING FACILITY OF THE IMF WILL BE ACCORDED TREATMENT WITH RESPECT TO FLOATING, ALONGSIDE THE GOLD TRANCHE, SIMILAR TO THAT UNDER THE COMPENSATORY FINANCING FACILITIES AND THE IMF WILL BE EMPOWERED TO LEND DIRECTLY TO BUFFER STOCK AGENCIES ORGANISED EITHER BY PRODUCER-CONSUMER GROUPS OR BY PRODUCER GROUPS ALONE, UNDER SUITABLE

GUARANTEES BY INTERESTED MEMBERS OF THE IMF.

39. DEVELOPED COUNTRIES AND INTERNATIONAL ORGANIZATIONS WILL FACILITATE GREATER ACCESS ON MORE FAVORABLE TERMS AND CONDITIONS FOR DEVELOPING COUNTRIES TO CAPITAL MARKETS OF THE WORLD.

40. DEVELOPED COUNTRIES AND INTERNATIONAL ORGANIZATIONS LIKE THE IBRD AND IMF WILL TREAT THE SPECIFIC PROBLEMS OF THE MOST-
SECRET

SECRET

PAGE 03 GENEVA 05179 04 OF 06 040919Z

SERIOUSLY-AFFECTED COUNTRIES AS DEFINED IN RESOLUTIONS 3201(S-VI) AND 3202(S-VI) ON AN URGENT BASIS, TO ENABLE THEM TO RESUME AND ENHANCE THEIR ROLE IN THE INTERNATIONAL TRADE AND FINANCIAL SECTORS, IN CONDITIONS OF STABILITY AND ECONOMIC SECURITY.

SECRET

NNN

SECRET

PAGE 01 GENEVA 05179 05 OF 06 040948Z

21

ACTION IO-03

INFO OCT-01 SS-14 ISO-00 NSC-05 NSCE-00 SP-02 L-01 INR-05

CIAE-00 EB-03 OMB-01 AF-04 ARA-06 EA-06 EUR-08 NEA-07

/066 W

----- 057697

R 031715Z JUL 75

FM USMISSION GENEVA

TO SECSTATE WASHDC 4316

INFO USMISSION USUN NEW YORK

S E C R E T SECTION 5 OF 6 GENEVA 5179

LIMDIS

III SCIENCE AND TECHNOLOGY

41. CONCERTED EFFORTS WILL BE UNDERTAKEN BY DEVELOPING COUNTRIES, WITH ADEQUATE ASSISTANCE AND FULL COOPERATION FROM THE REST OF THE WORLD COMMUNITY, TO EXPAND THEIR CAPABILITY

TO DEVELOP AND TO APPLY SELECTIVELY SCIENCE AND TECHNOLOGY IN A MANNER CAPABLE OF GENERATING A SELF-SUSTAINED PROCESS OF DEVELOPMENT IN FULFILMENT OF THEIR NATIONAL DEVELOPMENT PLANS AND PRIORITIES.

42. A LEGALLY-BINDING INTERNATIONAL CODE OF CONDUCT FOR TRANSFER OF TECHNOLOGY FROM DEVELOPED TO DEVELOPING COUNTRIES ON REASONABLE TERMS AND CONDITIONS FAVOURABLE TO THE LATTER WILL BE ESTABLISHED NOT LATER THAN AN END OF 1977. THE ULTIMATE GOAL SHOULD BE UNHINDERED FLOW OF TECHNOLOGY FROM DEVELOPED TO DEVELOPING COUNTRIES IN NEED OF SUCH TECHNOLOGY.

43. NATIONAL PATENTS SYSTEMS AND INTERNATIONAL CONVENTIONS ON PATENTS WILL BE REVISED TO MEET THE SPECIAL NEEDS OF DEVELOPING COUNTRIES.

44. ACCESS WILL BE GIVEN TO MODERN TECHNOLOGY BY DEVELOPED COUNTRIES, WHICH WILL BE ADAPTED TO SPECIFIC ECONOMIC, SOCIAL
SECRET

SECRET

PAGE 02 GENEVA 05179 05 OF 06 040948Z

AND ECOLOGICAL CONDITIONS AND VARYING STAGES OF DEVELOPMENT IN DEVELOPING COUNTRIES. DEVELOPED COUNTRIES WILL SIGNIFICANTLY EXPAND THEIR ASSISTANCE TO DEVELOPING COUNTRIES IN RESEARCH AND DEVELOPMENT PROGRAMMES AND IN THE CREATION OF SUITABLE INDIGENOUS TECHNOLOGY. DEVELOPED COUNTRIES WILL MEET THE TARGET OF TECHNICAL ASSISTANCE OF 0.05 PER CENT OF THEIR GNP TO DEVELOPING COUNTRIES BY THE END OF THE DECADE.

45. DEVELOPED COUNTRIES SHOULD COOPERATE WITH DEVELOPING COUNTRIES IN THE ESTABLISHMENT, STRENGTHENING AND DEVELOPMENT OF THEIR SCIENTIFIC AND TECHNOLOGICAL INFRASTRUCTURE, TAKE OTHER APPROPRIATE MEASURES, SUCH AS ESTABLISHMENT OF AN INDUSTRIAL TECHNOLOGICAL INFORMATION WBANK.

46 DEVELOPING COUNTRIES WILL GIVE PRIORITY TO ENLARGING THE SCOPE OF MUTUAL COOPERATION AMONG THEMSELVES IN THE FIELD OF SCIENCE AND TECHNOLOGY.

47. THE UNITED NATIONS SYSTEM SHOULD PLAY A MAJOR ROLE, WITH APPROPRIATE FINANCING, IN ACHIEVING THE ABOVE-STATED OBJECTIVES AND IN ENSURING THE APPLICATION OF SCIENCE AND TECHNOLOGY TO DEVELOPMENT. THE WORK OF UNCTAD, UNIDO AND WIPO TO FACILITATE THE TRANSFER AND DIFFUSION OF TECHNOLOGY WILL BE GIVEN URGENT PRIORITY.

48. U.N. SECRETARY-GENERAL SHOULD TAKE STEPS TO ENSURE THAT THE TECHNOLOGY AND EXPERIENCE AVAILABLE WITHIN THE U.N. SYSTEM IS WIDELY DISSEMINATED AND READILY AVAILABLE TO THE DEVELOPING COUNTRIES IN NEED OF IT. ONE WAY OF DOING IT COULD BE BY MAINTENANCE AND PUBLICATION OF DIRECTORIES AND

FACT-SHEETS ON PROJECTS IN WHICH U.N. HAS BEEN INVOLVED.

INDUSTRIALIZATION (POSITION PAPER)

49. NEW ORIENTATIONS ARE NECESSARY IN POLICIES AND POLICY MEASURES TO TRANSFORM THE ECONOMICS OF DEVELOPING COUNTRIES AWAY FROM DEPENDENCE ON COMMODITIES AND TOWARDS INDUSTRIALIZATION WITHIN THE FRAMEWORK OF A NEW INTERNATIONAL ECONOMIC STRUCTURE. NEW GOALS FOR THE INDUSTRIALIZATION OF DEVELOPING COUNTRIES WILL BE DIRECTED TO INCREASING THEIR SHARE IN WORLD INDUSTRIAL PRODUCTION AND EXPANDING THEIR
SECRET

SECRET

PAGE 03 GENEVA 05179 05 OF 06 040948Z

FOREIGN EXCHANGE EARNINGS AS WELL AS TO MEETING THE BASIC NEEDS OF THEIR DOMESTIC POPULATION FOR MANUFACTURED GOODS AND SOLVING THE PROBLEM OF UNEMPLOYMENT. SUCH GOALS WILL REQUIRE NOT ONLY MEASURES IN THE FIELD OF INTERNATIONAL TRADE BUT ALSO SPECIFIC MEASURES TO BE TAKEN IN ORDER TO ASSIST DEVELOPING COUNTRIES IN ACCELERATING THE CREATION OF ADEQUATE INDUSTRIAL INFRASTRUCTURE AND PRODUCTION FACILITIES WITH THE AIM OF ENSURING A RATE OF INDUSTRIAL GROWTH IN DEVELOPING COUNTRIES CONSIDERABLY HIGHER THAN 8 PERCENT PER ANNUM SO THAT THEIR SHARE OF TOTAL WORLD INDUSTRIAL PRODUCTION IS INCREASED TO 25 PERCENT BY THE YEAR 2000. EVERY ENDEAVOUR WILL BE MADE TO ENSURE THAT INDUSTRIAL GROWTH SO ACHIEVED IS DISTRIBUTED AMONG THE DEVELOPING COUNTRIES AS EVENLY AS POSSIBLE.

50. DEVELOPED AND DEVELOPING COUNTRIES SHALL ENDEAVOUR TO DISSEMINATE AS MUCH INFORMATION AS POSSIBLE ABOUT THEIR PRIORITY AREAS FOR INDUSTRIAL COOPERATION AND THE FORM THEY WOULD LIKE SUCH COOPERATION TO TAKE. DEVELOPED COUNTRIES WILL FACILITATE DEVELOPMENT OF NEW POLICIES AND STRENGTHEN EXISTING POLICIES WHICH WOULD ENCOURAGE THEIR INDUSTRIES WHICH ARE LESS COMPETITIVE INTERNATIONALLY TO MOVE PROGRESSIVELY INTO MORE VIABLE LINES OF PRODUCTION OR INTO OTHER SECTORS OF THE ECONOMY, THUS LEADING TO STRUCTURAL ADJUSTMENTS WITHIN THE DEVELOPED COUNTRIES, AND REDEPLOYMENT OF THE PRODUCTIVE CAPACITIES OF SUCH INDUSTRIES TO DEVELOPING COUNTRIES AND PROMOTION OF A HIGHER DEGREE OF UTILIZATION OF NATURAL AND HUMAN RESOURCES IN THE LATTER.

51. DEVELOPED COUNTRIES WILL READAPT THEIR POLICIES WITH RESPECT TO PROCESSED AND SEMI-PROCESSED FORMS OF RAW MATERIALS, IN ORDER TO CONTRIBUTE TO SETTING UP OR EXPANDING INDUSTRIAL CAPACITIES OF DEVELOPING COUNTRIES FOR PROCESSING THE RAW MATERIALS THEY EXPORT.

52. DEVELOPED COUNTRIES WILL ENCOURAGE ENTERPRISES AND INVESTORS TO PARTICIPATE IN FINANCING INDUSTRIAL PRODUCTION

PROJECTS, PARTICULARLY EXPORT-ORIENTED PRODUCTION, IN
DEVELOPING COUNTRIES, IN AGREEMENT WITH THE LATTER
AND WITHIN THE FRAMEWORK OF THE THEIR DEVELOPMENT PLANS AND
PROGRAMMES, AND IN ACCORDANCE WITH THEIR LAWS AND REGULATIONS.

SECRET

SECRET

PAGE 04 GENEVA 05179 05 OF 06 040948Z

53. DEVELOPED COUNTRIES SHOULD ADOPT AND IMPLEMENT
APPROPRIATE MEASURES FOR THE ESTABLISHMENT OF A FAVOURABLE
BALANCE FOR DEVELOPING COUNTRIES BETWEEN THE PRODUCTION
OF SYNTHETICS AND THOSE NATURAL PRODUCTS OF THE DEVELOPING
COUNTRIES WHICH ARE IN DIRECT COMPETITION WITH THEM. THE
DEVELOPED COUNTRIES SHOULD ASSIST THE DEVELOPING COUNTRIES
IN RAISING THE COMPETITIVENESS OF THEIR PRODUCTION FROM

SECRET

NNN

SECRET

PAGE 01 GENEVA 05179 06 OF 06 041011Z

10

ACTION IO-03

INFO OCT-01 SS-14 ISO-00 NSC-05 NSCE-00 SP-02 L-01 INR-05

CIAE-00 EB-03 OMB-01 AF-04 ARA-06 EA-06 EUR-08 NEA-07

/066 W

----- 057970

R 031715Z JUL 75

FM USMISSION GENEVA

TO SECSTATE WASHDC 4317

INFO USMISSION USUN NEW YORK

S E C R E T SECTION 6 OF 6 GENEVA 5179

LIMDIS

NATURAL RAW MATERIALS WITH RESPECT TO SYNTHETIC SUBSTANCES
IN ORDER TO ACHIEVE GENERAL PROGRESS.

54. DEVELOPED COUNTRIES WILL RESPOND FAVOURABLY TO THE

REQUESTS OF DEVELOPING COUNTRIES FOR THE OFFICIAL AID
IN THE FINANCING OF INDUSTRIAL PROJECTS.

55. DEVELOPED COUNTRIES WILL INCREASE FINANCIAL CONTRIBU-
TIONS TO INTERNATIONAL ORGANIZATIONS AND TO GOVERNMENT OR
CREDIT INSTITUTIONS IN THE DEVELOPING COUNTRIES IN ORDER TO
FACILITATE THE PROMOTION OR FINANCING OF INDUSTRIAL
DEVELOPMENT.

56. DEVELOPED COUNTRIES WILL EXPAND TECHNICAL ASSISTANCE
PROGRAMMES FOR THE BENEFIT OF THE DEVELOPING COUNTRIES,
IN ACCORDANCE WITH THE PRIORITIES AND FORMS OF ASSISTANCE
SPECIFIED BY THE LATTER.

57. INTERNATIONAL SUBCONTRACTING ARRANGEMENTS SHOULD
BE ENCOURAGED BETWEEN DEVELOPING AND DEVELOPED COUNTRIES.
SUCH ARRANGEMENTS SHOULD BE MADE WITHIN THE FRAMEWORK OF
THE PLANS AND PRIORITIES OF DEVELOPING COUNTRIES, AND SHOULD
SECRET

SECRET

PAGE 02 GENEVA 05179 06 OF 06 041011Z

NOT RESULT IN THEIR BEING ASSIGNED THE LEAST ADVANCED AND LEAST
RENUMERATIVE BRANCHES OF INDUSTRY.

58. DEVELOPED AND DEVELOPING COUNTRIES WILL SUPPORT
INITIATIVES IN THE REGIONAL SUBREGIONAL AND INTER-REGIONAL
COOPERATION OF DEVELOPING COUNTRIES IN THE INDUSTRIAL FIELD
PARTICULARLY THROUGH THE EXTENSION OF FINANCIAL AND TECHNICAL ASSISTANCE.

59. DEVELOPED AND DEVELOPING COUNTRIES SHOULD FURTHER COOPERATE,
IN ADDITION TO COOPERATION IN EXISTING FORMS PARTICULARLY THROUGH
THE INVESTMENT OF FINANCIAL RESOURCES OF THE DEVELOPING COUNTRIES
AND AND DEVELOPED COUNTRIS IN A POSITION TO DO SO IN PRODUCTION
ENTERPRISES IN DEVELOPING COUNTRIES, INCLUDING THE SUPPLY OF
TECHNOLOGY, EQUIPMENT, KNOWHOW, MAGAGERIAL SKILLS, AS WELL AS
TRAINING AND TRAINING CAPACITIES BY THE DEVELOPED COUNTRIES AND
THE DEVELOPING COUNTRIES IN A POSITION TO DO SO. SUCH COOPERATION
SHOULD STRENGTHEN AND ADD TO EXISTING HUMAN AND MATERIAL RESOURCES
IN THE RECIPIENT COUNTRIES.

60. A SYSTEM OF CONSULTATINS SHOULD BE ESTABLISHED IN UNIDO
AND OTHER APPROPRIATE INTERNATIONAL BODIES BETWEEN DEVELOPED AND
DEVELOPING COUNTRIES IN ORDER TO FACILITATE ACHIEVEMENT OF THE
GOALS SET FORTH IN THE FIELD OF INDUSTRIALIZATION. THESE CON-
SULTATIONS, BETWEEN DEVELOPED AND DEVELOPING COUNTRIES, SHOULD,
INTER ALIA, FACILITATE THE REDEPLOYMENT OF CERTAIN PRODUCTIVE
CAPABILITIES EXISTING IN DEVELOPED COUNTRIES AND THE CREATION
OF NEW INDUSTRIAL FACILITIES IN DEVELOPING COUNTRIES. THESE CON-
SULTATIONS SHOULD IN PARTICULAR RELATE TO INDUSTRIES PROCESSING
RAW MATERIALS EXPORTED BY DEVELOPING COUNTRIES.

61. THE EXECUTIVE DIRECTOR SHOULD SUBMIT TO THE (OMISSION) PROPOSALS ON THE SYSTEM OF CONSULTATIONS, TAKING FULLY INTO ACCOUNT THE DECISIONS AND RECOMMENDATIONS OF THE LIMA CONFERENCE.

62. ALL UNITED NATIONS ORGANS, INTERNATIONAL FINANCIAL INSTITUTIONS AND INTERGOVERNMENTAL ORGANIZATIONS WILL TAKE IN THEIR RESPECTIVE FIELDS OF COMPETENCE APPROPRIATE MEASURE TO ENCOURAGE THE INDUSTRIALIZATION OF THE DEVELOPING COUNTRIES.

SECRET

SECRET

PAGE 03 GENEVA 05179 06 OF 06 041011Z

63. SPECIAL ATTENTION WILL BE GIVEN TO THE LEAST-DEVELOPED, LAND-LOCKED AND ISLAND DEVELOPING COUNTRIES IN ORDER TO PUT AT THEIR DISPOSAL TECHNICAL AND FINANCIAL RESOURCES AS WELL AS CRITICAL GOODS TO ENABLE THEM TO OVERCOME THEIR SPECIFIC PROBLEMS AND TO PLAY THEIR DUE ROLE IN THE WORLD ECONOMY, WARRANTED BY THEIR HUMAN AND MATERIAL RESOURCES. SPECIAL ATTENTION WILL ALSO BE GIVEN TO THE MOST SERIOUSLY-AFFECTED-COUNTRIES AS DEFINED IN RESOLUTION 3201(S-WL) AND 3202(S-WI), TO SOLVE THEIR BALANCE OF PAYMENT PROBLEMS, IN ORDER, INTER ALIA TO ENABLE THEM TO RAPIDLY TIDE OVER THE PRESENT CRISIS AND TO REALIZE THEIR NATIONAL PLANS OF INDUSTRIALIZATION IN CONDITIONS OF STABILITY AND ECONOMIC SECURITY.

64. THE GENERAL ASSEMBLY ENDORSES RESOLUTION 45(IX) ADO UNANIMOUSLY IN THE INDUSTRIAL DEVELOPMENT BOARD, WHICH INTER ALIA, REQUESTS ALL GOVERNMENTS TO TAKE INDIVIDUALLY AND/OR COLLECTIVELY NECESSARY MEASURES AND DECISIONS REQUIRED TO IMPLEMENT EFFECTIVELY THEIR UNDERTAKINGS IN THE OF THE LIMA DECLARATION AND PLAN OF ACTION ON INDUSTRIAL DEVELOPMENT COOPERATION. END TEXT. DALE

SECRET

NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, AGREEMENT DRAFT, MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 03 JUL 1975
Decaption Date: 28 MAY 2004
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975GENEVA05179
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750232-0665
From: GENEVA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750788/aaaadbcbz.tel
Line Count: 910
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION IO
Original Classification: SECRET
Original Handling Restrictions: LIMDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 17
Previous Channel Indicators: n/a
Previous Classification: SECRET
Previous Handling Restrictions: LIMDIS
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 01 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <01 APR 2003 by Izenbel0>; APPROVED <07 APR 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: 59TH ECOSOC: SEVENTH SPECIAL SESSION: FIRST DRAFT NON- ALIGNED POSITION PAPER
TAGS: EGEN, ECOSOC, UN
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006